

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF) CASE NO.
REID VILLAGE WATER DISTRICT) 2015-00261

ORDER

On July 17, 2015, Reid Village Water District (“Reid Village”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Reid Village purchases water from the Mt. Sterling Water & Sewer System (“Mt. Sterling”).

2. Mt. Sterling notified Reid Village that effective August 1, 2015, Mt. Sterling would increase its wholesale rate to Reid Village from \$2.77 per 1,000 gallons to \$2.85 per 1,000 gallons.² Reid Village proposed to increase the water rates to its customers effective August 1, 2015, to reflect the increased cost of purchased water.

3. Reid Village proposed a purchased water adjustment factor of \$0.09 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2015-00384 (Ky. PSC filed June 22, 2015); The tariff was accepted for filing by the Commission by letter dated July 31, 2015.

4. During the 12 months ended May 31, 2015, Reid Village purchased 67,042,620 gallons of water from Mt. Sterling and sold 59,737,286 gallons. The increase in the cost of purchased water is \$5,363.41, resulting in a purchased water adjustment factor of \$0.09 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.09 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. Reid Village's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after August 1, 2015.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.09 per 1,000 gallons is approved.

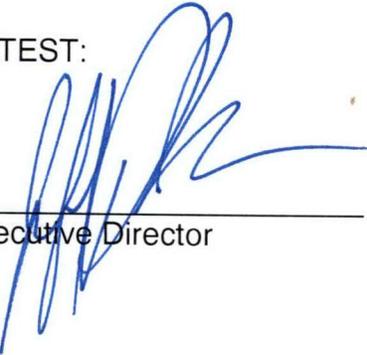
2. Reid Village's proposed rates, as set forth in Appendix B to this Order, are approved for water service rendered on and after August 1, 2015.

3. Within 20 days of the date of this Order, Reid Village shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED
AUG 11 2015
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
 COMMISSION IN CASE NO. 2015-00261 DATED **AUG 11 2015**

	New Rate	Base Rate
Reid Village		
Purchases in gallons		
Mt. Sterling	67,042,620	67,042,620
Volumetric rate	<u>\$ 2.85/1,000</u>	<u>\$ 2.77/1,000</u>
	\$ 191,071.47	\$ 185,708.06
Increased water cost	\$5,363.41	
Increased water cost	\$ 5,363.41	
Divided by gallons sold/1,000	<u>59,737,286</u>	
Purchased water adjustment factor	\$ 0.08978 per 1,000 gallons	
or	\$ 0.09 per 1,000 gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2015-00261 DATED **AUG 11 2015**

The following rates and charges are prescribed for the customers in the area served by Reid Village Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

First	2,000 gallons	\$25.09 Minimum Bill
Next	1,000 gallons	8.35 per 1,000 gallons
Next	2,000 gallons	7.76 per 1,000 gallons
Next	5,000 gallons	7.15 per 1,000 gallons
Over	10,000 gallons	6.53 per 1,000 gallons

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